

1 UNITED STATES DISTRICT COURT  
2 SOUTHERN DISTRICT OF NEW YORK  
3 -----x

3 LOUISETTE GEISS, et al.,

4 Plaintiffs,

5 v.

17 CV 9554 (AKH)

6 THE WEINSTEIN COMPANY HOLDINGS  
7 LLC, et al.,

Conference

8 Defendants.

9 -----x  
10 New York, N.Y.  
11 April 13, 2018  
12 11:20 a.m.

13 Before:

14 HON. ALVIN K. HELLERSTEIN

15 District Judge

16  
17 APPEARANCES

18 HAGENS BERMAN SOBOL SHAPIRO LLP

19 Attorneys for Plaintiffs

20 BY: ELIZABETH A. FEGAN

21 LATHAM & WATKINS LLP

22 Attorneys for Defendants Miramax and Sarnoff

23 BY: MARVIN S. PUTNAM

24 LAURA R. WASHINGTON

25 KUPFERSTEIN MANUEL LLP

Attorneys for Defendant Harvey Weinstein

BY: PHYLLIS KUPFERSTEIN

1 APPEARANCES  
23 MORRISON COHEN LLP  
4 Attorneys for Defendant Harvey Weinstein  
5 BY: MARY E. FLYNN6 SCHULTE ROTH & ZABEL LLP  
7 Attorneys for Defendant Robert Weinstein  
8 BY: GARY STEIN9  
10 PATERSON BELKNAP WEBB & TYLER LLP  
11 Attorneys for Defendants Lasry, Jones, and Dolan  
12 BY: JAMES V. MASELLA, III  
13 DANIEL LOWENTHAL  
14 MELISSA GINSBERG15  
16 FRIED FRANK HARRIS SHRIVER & JACOBSON LLP  
17 Attorneys for Defendants Maerov and Sackman  
18 BY: ISRAEL DAVID19 REED SMITH LLP  
20 Attorneys for Defendant Koenigsberg  
21 BY: JOHN C. SCALZO22 SKADDEN ARPS SLATE MEAGHER & FLOM LLP  
23 Attorneys for Defendants Ziff and Dolan  
24 BY: ABIGAIL E. DAVIS  
25 LAWRENCE S. SPIEGEL26 PAUL WEISS RIFKIND WHARTON & GARRISON LLP  
27 Attorneys for Defendant Lasry  
28 BY: ROBERTO FINZI  
29 SARA F. NICHOLS

1 (Case called)

2 THE COURT: The first question is to the plaintiff.

3 That is the question about service on the only defendant who  
4 has not appeared, and that is Tarak Ben Ammar.

5 MS. FEGAN: Yes, your Honor. We are currently in the  
6 process of serving him through the Hague Convention. The  
7 complaint is currently with the authorities in France. We did  
8 try to check in with them before this hearing. They say it is  
9 in process. They won't tell us exactly where it is in process.  
10 It is just the nature of the authorities there. But it is  
11 literally in France with the authorities for service.

12 THE COURT: If service is not effected within the  
13 120-day period provided by rule 4, do you need to do anything?

14 MS. FEGAN: Your Honor, I don't believe so. There is  
15 an exception to that rule that deals with serving foreign  
16 nationals. If your Honor would like, we can move to fix a time  
17 and bring the Court up to date.

18 THE COURT: No. Do what you need to do.

19 MS. FEGAN: Thank you.

20 THE COURT: The second question is for the attorney  
21 for Robert Weinstein. When is he prepared to answer or move?

22 MR. STEIN: By next Friday, April 20th, your Honor.

23 THE COURT: That is going to be a firm date.

24 MR. STEIN: Yes.

25 THE COURT: What do you think it's going to be, an

1 answer or a motion?

2 MR. STEIN: It will be a motion, as with all the other  
3 defendants in this case.

4 THE COURT: I have eight motions, and that will make  
5 nine. I haven't had a chance to review them. To help me,  
6 could each lawyer for a party briefly explain what the motion  
7 is, starting with the Weinstein Company. Is the Weinstein  
8 Company here? It's filed for bankruptcy.

9 MS. FEGAN: They may not be, your Honor. They filed  
10 for bankruptcy.

11 THE COURT: The lawyers for the Weinstein Company need  
12 to ask the bankruptcy court for permission to defend the case  
13 here rather than in the bankruptcy. They must do that within a  
14 certain period of time. How should I convey that instruction,  
15 Ms. Fegan?

16 MS. FEGAN: Your Honor, I am happy to convey that for  
17 you. Or if your Honor would like to put that into a minute  
18 order, we can make sure that the lawyers at Seyfarth receive  
19 that.

20 THE COURT: We will do the order.

21 MS. FEGAN: Thank you.

22 THE COURT: Lawyers for Dolan, Jones, Lasry, and Ziff,  
23 who are they? Who is the lead?

24 MR. FINZI: We don't really have one, your Honor.

25 THE COURT: Have one now. I want a lead, responsible

1 lead counsel. Are there four separate firms?

2 MR. MASELLA: Three separate firms, your Honor:  
3 Patterson Belknap, Paul Weiss, and Skadden Arps.

4 THE COURT: You are all similarly situated?

5 MR. MASELLA: Correct, your Honor. We all filed a  
6 joint motion to dismiss.

7 THE COURT: One motion on behalf of the four?

8 MR. MASELLA: That's correct, your Honor.

9 THE COURT: Who will tell me what the motions are? I  
10 think you need to talk amongst yourselves so that one lawyer  
11 answers in response.

12 MR. MASELLA: We will do that, your Honor. I'm James  
13 Masella from Patterson Belknap.

14 THE COURT: Why don't you tell me.

15 MR. MASELLA: Thank you. We seek to dismiss the  
16 complaint on the grounds that the events at issue here happened  
17 seven or more years before our clients were appointed to the  
18 board according to the complaint. Second, the claim with  
19 respect to RICO, RICO conspiracy, negligent supervision, and  
20 retention and ratification are not adequately pleaded.  
Finally, there is statute of limitations.

22 THE COURT: What is the deficiency?

23 MR. MASELLA: There is no conspiracy pled, no  
24 predicate acts pled. The complaint merely says the outside  
25 directors are names and provides the dates according to the

1 complaint on which they were appointed to the board. It has no  
2 details whatsoever, no factual allegations merely conclusory  
3 allegation.

4 THE COURT: Was there entry of business or property?

5 MR. MASELLA: Your Honor, we, the outside directors,  
6 had no involvement in any injury to business or property to the  
7 best of our knowledge and none is pled.

8 THE COURT: Did the plaintiffs suffer injury to  
9 business or property?

10 MR. MASELLA: I don't know from the complaint because  
11 there is no relief sought from the outside directors in the  
12 complaint itself.

13 THE COURT: On the RICO claim?

14 MR. MASELLA: There is no relieve sought on that one  
15 either.

16 THE COURT: How can you get a judgment, Ms. Fegan,  
17 without asking for relief?

18 MS. FEGAN: Your Honor, we do believe we have asked  
19 for relief and we do believe we have pled injury to business  
20 and property by the fact that each of these plaintiffs and the  
21 class members' careers were severely impacted, limited, as a  
22 result of in particular the RICO conspiracy.

23 THE COURT: Are there cases that say loss of personal  
24 standard is an injury to business or property?

25 MS. FEGAN: Damage to your career, loss of business

1 deals, for example and loss of income is injury to business or  
2 property under RICO.

3 THE COURT: Thank you.

4 MR. MASELLA: Thank you, your Honor.

5 THE COURT: Who is representing Koenigsberg?

6 MR. SCALZO: John Scalzo, Reed Smith. We join in the  
7 motion incorporated by reference to the outside directors. Mr.  
8 Koenigsberg joined in the arguments that the outside directors  
9 articulated by Mr. Masella made. We do not have any arguments  
10 unique to him. The pleading deficiencies are the same.

11 THE COURT: Have you joined his brief?

12 MR. SCALZO: Yes.

13 THE COURT: Excellent. Harvey Weinstein.

14 MR. KUPFERSTEIN: Phyllis Kupferstein. The basis for  
15 our motion is one, statute of limitations. The events occurred  
16 9 to 24 years ago.

17 THE COURT: How long ago?

18 MR. KUPFERSTEIN: 9 to 24 or more years ago.

19 THE COURT: This is essentially the same motion as I  
20 heard before.

21 MR. KUPFERSTEIN: We also assert that the RICO claims  
22 are not sufficiently pleaded, the alleged predicate acts.

23 THE COURT: Same grounds.

24 MR. KUPFERSTEIN: Similar grounds, your Honor. We  
25 also move that the class allegations are insufficient to meet

1 the requirements for asserting a class claim.

2 THE COURT: One of the purposes of having you all here  
3 today is to assure that I don't get a multitude of briefs or  
4 even two briefs on the same subject. This will not prevent any  
5 party from adding whatever is appropriate. You have read the  
6 class allegations. No one else has made that motion yet. But  
7 in all other respects your brief is the same as the briefs  
8 filed on behalf of the individual defendants mentioned above.  
9 In the future you can have a built-in program where you have a  
10 conference together and establish one brief for one issue. If  
11 you have different issues, there will be another brief for that  
12 issue. But each issue will have one brief. Okay?

13 MR. KUPFERSTEIN: Yes, your Honor.

14 THE COURT: Have you said anything different from what  
15 has been said before?

16 MR. KUPFERSTEIN: As to the RICO claims, in addition  
17 to the argument that was made about no injury to business or  
18 property, we also go into the fact that the allegations don't  
19 establish predicate acts on the face of the complaint.

20 THE COURT: That has already been said. Mr. Masella  
21 said that. He said there is no conspiracy alleged, no  
22 predicate acts alleged, and no relief sought.

23 MR. KUPFERSTEIN: Then I misheard.

24 MR. PUTNAM: Marvin Putnam, your Honor. We have made  
25 the same allegations as the others. However, ours are even

1 older.

2 THE COURT: In a separate brief?

3 MR. PUTNAM: Separate brief, yes, your Honor.

4 Actually, it is even older. This is 25 years. Miramax has had  
5 nothing to do with that since 2005.

6 THE COURT: You broke with Weinstein in 2005?

7 MR. PUTNAM: That's correct, your Honor, and the  
8 complaint says so. In addition, your Honor, we go into the  
9 idea that there is no reason to toll these under any of the  
10 alleged tolling that is provided in the complaint.

11 THE COURT: The tolling allegations are that Weinstein  
12 procured silence illegally. How are you going to get past that  
13 as a matter of attack on the pleadings?

14 MR. PUTNAM: I apologize, your Honor missed the last  
15 word.

16 THE COURT: The plaintiffs allege that there was an  
17 illegal procurement of silence on the part of Weinstein. In  
18 order for you to say that tolling doesn't apply, in order for  
19 everyone else to defend on the basis of statute of limitations  
20 other than from the fact of assuming a particular position, you  
21 would have to deal with the facts of whether or not there has  
22 been an illegal procurement of silence.

23 MR. PUTNAM: There are no facts in support of that.  
24 The only thing stated is within the heading. It is  
25 particularly true as to Miramax.

1                   THE COURT: You said you broke the relationship.

2                   MR. PUTNAM: Yes, your Honor.

3                   THE COURT: Let me get anybody else. Then I'll come  
4 back to plaintiff. Tim Sarnoff, who represents him?

5                   MR. PUTNAM: I do as well. We represent both Mr.  
6 Sarnoff as well as the Miramax.

7                   THE COURT: You are giving me the same answers?

8                   MS. WASHINGTON: Yes, it is the same as the other  
9 outside independent directors.

10                  THE COURT: You filed the same brief?

11                  MS. WASHINGTON: We filed a different brief.

12                  THE COURT: That is just not going to go. This is  
13 very important, folks. One brief, one issue.

14                  MR. FINZI: In fairness, your Honor, all of the  
15 defendants are not similarly situated with respect to what is  
16 alleged. Where we make attacks on the pleadings --

17                  THE COURT: It is very easy for the brief to deal with  
18 that issue.

19                  MR. FINZI: What we have tried to do, your Honor, so  
20 you didn't get 15 different groups, is put ourselves into  
21 groups. For example, the outside directors --

22                  THE COURT: Mr. Finzi, I have too many briefs on the  
23 issue. I can't deal with that. I don't have the time for  
24 that.

25                  MR. FINZI: Statement, your Honor, I don't know that a

1 brief from us that is joint with a brief from Mr. Weinstein  
2 against whom the allegations are very different, I won't  
3 characterize them, but they are obviously very different, I  
4 don't know that that is most helpful to your Honor.

5 THE COURT: It doesn't have to be that way either. It  
6 depends on the issue. You need to talk and where it is  
7 possible file a single brief or two briefs. That should the  
8 way it will be done. I will be able to tell after the fact  
9 whether there is a lot of redundancy or not.

10 Can you briefly respond, Ms. Fegan, first with Miramax  
11 separating with Weinstein in 2005, why should they be  
12 responsible for anything that happened after that?

13 MS. FEGAN: Your Honor, we are not seeking to hold  
14 Miramax responsible for what the Weinstein Company did per se.  
15 What we are seeking to hold Miramax responsible for is what  
16 occurred during the time that the plaintiffs were assaulted or  
17 battered when Mr. Weinstein worked for Miramax. Miramax's role  
18 in the cover-up of those assaults during that time.

19 THE COURT: That would be tolled because of the  
20 reasons I mentioned.

21 MS. FEGAN: That's exactly right. And because we have  
22 Mr. Weinstein, both Mr. Weinstens, who were common figures  
23 throughout this time, the cover-up continued, the threats.

24 THE COURT: Does your complaint make clear that you  
25 are not seeking to hold Miramax for the period of time after

1 they severed their relationship with Weinstein?

2 MS. FEGAN: We do have separate classes and those are  
3 defined by people, for example, that were assaulted during the  
4 time that Miramax was responsible versus the time that the  
5 Weinstein Company.

6 THE COURT: I guess it clear that Miramax is sued only  
7 for the period prior to 2005? If it is not, you will have to I  
8 can ma it clear.

9 MS. FEGAN: We will look at that, your Honor, and  
10 address it.

11 THE COURT: That would still leave you with the charge  
12 that the statute of limitations ran. From what I understand it  
13 seems to me it is an issue of fact.

14 MS. FEGAN: I do believe it is an issue of fact.

15 THE COURT: Mr. Putnam.

16 MR. PUTNAM: In terms of Miramax, that would be a true  
17 issue of fact if there was an alleged fact, your Honor. But  
18 there is no fact alleged as to Miramax in terms of the ongoing  
19 RICO or otherwise.

20 THE COURT: She mentions it. I will study the  
21 complaint again, but I think she mentions it generally.

22 MR. PUTNAM: Does she have a sentence that says that?  
23 Yes, your Honor.

24 THE COURT: I think it is going to be a issue of fact  
25 and defeat a motion to dismiss. You don't need much to defeat

1 a motion to dismiss.

2 MR. PUTNAM: If there was an alleged fact, I think  
3 that would be true, your Honor. I do not believe there is  
4 particularly as to Miramax and separately as to several of the  
5 individual directors as noted by my co-counsel.

6 THE COURT: Did you sign it?

7 MR. PUTNAM: Marvin Putnam, yes, I did, your Honor.  
8 I'm on the top left of the additional addendum.

9 THE COURT: Got you. Sorry. I think the motion is  
10 defeated. Look at it again. There is no point in asking me to  
11 do work that is going to be very easy to answer with there is a  
12 question of fact that prevents an order now.

13 MR. PUTNAM: I will do that your Honor. Yet I will  
14 tell your Honor I read it again on the plane here this morning.  
15 It's just not there.

16 THE COURT: How much detail has to be alleged?

17 MR. PUTNAM: Any fact would be helpful. There is  
18 none. It is a conclusory allegation, nothing more.

19 THE COURT: You note from the press that this charges  
20 that Weinstein procured silence and that the board acquiesced  
21 in that silence. How much more than that do you have to say in  
22 a pleading?

23 MR. PUTNAM: Acquiescence would not be enough. Even  
24 if it was, it would have to be a specific acquiescence of a  
25 board members. That is not what it was. There is a group

1       pleading, which is impermissible. You are not allowed to  
2       proceed with a group pleading in this way for precisely the  
3       reason that you have to have some idea as an individual  
4       director, Mr. Sarnoff, as to what is alleged as to him.

5           THE COURT: Can you supply that, Ms. Fegan?

6           MS. FEGAN: Your Honor, we believe we have and we  
7       believe that our allegations are supported. Each of those  
8       directors was not just a silent acquiescor. They had to make  
9       decisions about covering up what Mr. Weinstein was alleged to  
10      have done.

11           THE COURT: I'm not talking about the merits. In  
12      terms of the pleading, have you pled in a group fashion or have  
13      you pled in an individual fashion?

14           MS. FEGAN: Your Honor, we have pled with respect to  
15      each direct the time period during which they were a director,  
16      then throughout the complaint we have alleged what occurred  
17      occurring those time periods, including certain of the  
18      directors.

19           THE COURT: I will look at it, Mr. Putnam. I think  
20      you can't succeed on this motion, but I'll look at it.

21           MR. PUTNAM: Your Honor, that is in fact not the case.

22           THE COURT: Let's not argue the point now. I'll look.  
23      I just want to use this as a definitional point.

24           MS. DAVIS: Your Honor, we submit a Second Circuit  
25      case from 2014. We cite it in our brief at length. It is on

1 all fours with this case. You have plaintiffs who were victims  
2 of sexual assault. They claimed that board members and other  
3 people in charge of the school made them feel uncomfortable and  
4 essentially procured silence so they didn't feel comfortable  
5 enough to file the complaint until the statute of limitations  
6 had run. Your Honor, the Second Circuit held that that was not  
7 sufficient to toll the statute, and it is not sufficient here.

8 THE COURT: What is the name of the case?

9 MS. DAVIS: It's Twersky v. Yeshiva University.

10 THE COURT: I know the case.

11 MS. FLYNN: 99 F.Supp.2d 439.

12 THE COURT: I know the case. It is an appeal from  
13 Judge Koeltl's ruling. Ms. Fegan, in terms of the RICO  
14 arguments, no allegations of conspiracy or predicate acts? Do  
15 you feel satisfied with the pleadings?

16 MS. FEGAN: Absolutely, your Honor. We have a  
17 situation where Mr. Weinstein with attorneys and others were  
18 hiring former agents of the Mossad and others to make sure that  
19 these victims stayed silent.

20 THE COURT: I've heard it.

21 MS. FEGAN: Thank you.

22 THE COURT: I will read the motions. No oppositions  
23 have so far been filed?

24 MS. FEGAN: That's correct, your Honor. We had agreed  
25 both with Robert Weinstein's lawyer that he would have an

1 extension, and then we have --

2 THE COURT: He has to move by April 20th.

3 MS. FEGAN: Correct. We have asked until June 1st to  
4 respond to the nine motions.

5 THE COURT: Who is representing Robert Weinstein?

6 MR. STEIN: Me, your Honor, Gary Stein.

7 THE COURT: Mr. Stein, where it is possible to  
8 identify yourself when someone else is arguing, would you  
9 please do so and just do your own argument and argue your own  
10 issues.

11 MR. STEIN: I got the message even before you said it,  
12 your Honor. Yes, we will.

13 THE COURT: That will be easier for you as well.

14 MR. STEIN: Yes. Thank you.

15 THE COURT: All motions will have been made by April  
16 20 except possibly for Mr. Tarak Ben Ammar.

17 MS. FEGAN: That's correct, your Honor. We have asked  
18 until June 1st to respond to all of them. We are hoping to do  
19 one combined brief.

20 THE COURT: With Tarak Ben Ammar, I don't know if any  
21 of the defendants are connected with him or not, but the case  
22 is going to move without him. It might be very much to his  
23 advantage to join the case now, where he can have some input  
24 into original strategy and the like. I am not imposing this as  
25 an obligation on anyone, but some of the defendants who may

1 have been close to Mr. Ammar might want to call him and mention  
2 the possibility that he might like to accept service without  
3 losing any of his objections and joining the action.

4 We are going to have opposition by June 1?

5 MS. FEGAN: Yes, your Honor.

6 THE COURT: Is that a satisfactory date for everyone?  
7 June 20 for replies. I urge you very strongly to reduce the  
8 number of replies.

9 MR. KUPFERSTEIN: Your Honor, Phyllis Kupferstein for  
10 Harvey Weinstein. As you have asked us to meet and confer and  
11 try to consolidate our briefing, I think we do need more time  
12 than June 20th in order to file the replies. We filed our  
13 motion back in February, so plaintiff has had months now and  
14 will have months to do their opposition. I would like some  
15 more time to do the reply.

16 MR. PUTNAM: Their opposition was due a week ago. It  
17 was not filed.

18 THE COURT: June 29.

19 MR. PUTNAM: Thank you, your Honor.

20 MR. KUPFERSTEIN: May we also have an extension on  
21 page limit?

22 THE COURT: I don't have any page limits.

23 MR. KUPFERSTEIN: Thank you, your Honor.

24 THE COURT: The only page limits I have are boredom.  
25 The thought that the longer you write the more you write, the

1 less interested the reader is likely to be. You should  
2 economize. I have never written a 100-page opinion. I don't  
3 think I have written a 75-page opinion. Things can be said a  
4 lot more quickly and concisely than most lawyers say them.

5 The bar date for filing motions and supporting papers  
6 April 20. The bar date for filing opposition papers June 1.  
7 One paper will suffice for everything.

8 MS. FEGAN: Yes, your Honor.

9 THE COURT: The bar date for serving reply papers June  
10 29. I'll let you know if I need oral argument.

11 Is there anything else you would like me to entertain  
12 today?

13 MS. FEGAN: No. Thank you, your Honor.

14 THE COURT: Thank you very much. Enjoy your weekend.

15 (Adjourned)

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